Introduced by Senator Pavley

February 27, 2009

An act to add Part 5.2 (commencing with Section 5200) to Division 2 of the Water Code, relating to water.

LEGISLATIVE COUNSEL'S DIGEST

SB 736, as introduced, Pavley. Water consumption fee.

Existing law requires a person who files a specified application, registration, petition, or request relating to water use to pay certain fees imposed by the State Water Resources Control Board, in accordance with a prescribed fee schedule.

Existing law requires certain persons who extract groundwater in excess of a specified amount to file an annual notice of extraction with the state board.

This bill, with specified exceptions, beginning on an unspecified date, would impose, on a person diverting or extracting more than an unspecified amount of water, a water resource consumption fee in an unspecified dollar amount per acre-foot of water diverted or extracted. The fees would be deposited in the Water Resources Consumption Fund, which the bill would create, the proceeds of which would be available, subject to appropriation, for unspecified purposes.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. It is the intent of the Legislature to enact
- 2 legislation imposing a fee to fund water projects and programs
- 3 that would mitigate the impact of surface water diversions and

-2-**SB 736**

39

groundwater extractions and that would reduce the demand for additional diversions and extractions. 3 SEC. 2. Part 5.2 (commencing with Section 5200) is added to Division 2 of the Water Code, to read: 4 5 6 PART 5.2. WATER CONSUMPTION FEE 7 CHAPTER 1. SHORT TITLE 8 9 10 5200. This part shall be known and may be cited as the ... 11 Chapter 2. Declaration of Policy 12 13 14 5205. The Legislature hereby finds and declares that it is 15 necessary to establish a sustainable funding source for water resource projects and programs that benefit all water users. 16 17 CHAPTER 3. DEFINITIONS 18 19 20 5210. Unless the context otherwise requires, the provisions of 21 this chapter govern the construction of this part. 5211. As used in this part, the following terms have the 22 23 following meanings: (a) "Diversion" or "diverting" means _____. 24 (b) "Extraction" or "extracting" means _____. 25 26 (c) "Fund" means the Water Resources Consumption Fund created by Section 5240. 27 28 (d) "Groundwater bank" or "bank" means . 29 30 Chapter 4. Fee Schedule 31 32 5220. (a) Unless expressly exempted by this chapter, the fees 33 imposed by this part apply to all persons diverting or extracting 34 water, regardless of the type of water right, the status of that right, or method of diversion or extraction. 35 (b) The fees imposed by this part are in addition to any other 36 fee or charge that may be imposed by the state, local groundwater 37 management agency, court order, or other legally enforceable 38 charge on water diversions or extractions.

3 SB 736

1	5221. Beginning, except as exempted by this chapter, a
2	person diverting or extracting more than of water, shall be subject to a water resource consumption fee of dollars (\$)
3	subject to a water resource consumption fee of dollars (\$)
4	per acre-foot of water diverted or extracted.
5	(a) The fee shall be due and payable to the by, and
6	shall be imposed on all water diverted or extracted during
7	(b) The fee shall be adjusted for inflation by every
8	years.
9	5222. The fee does not apply to any of the following:
10	(a) Extractions of water previously deposited in a groundwater
11	bank, if the operator of the groundwater bank has complied with
12	Section 5232.
13	(b)
14	
15	Chapter 5. Administration
16	
17	5230. The shall collect the fee as required by this part
18	and shall deposit the proceeds in the fund.
19	5231. The shall promulgate regulations governing the
20	collection and administration of the fee it determines to be
21	necessary.
22	5232. In order for an extraction of water previously deposited
23	in a groundwater bank to be eligible for the fee exemption
24	established in subdivision (a) of Section 5222, the operator of the
25	groundwater bank shall comply with the following:
26	(a) Register the bank with the
27	(b) Provide the with the following information:
28	(1)
29	(2)
30	5233. The may impose penalties as follows:
31	(a)
32	(b)
33	
34	Chapter 6. Water Resources Consumption Fund
35	
36	5240. There is in the State Treasury a Water Resources
37	Consumption Fund, which is hereby created.
38	5241. All of the following shall be deposited in the fund:
39	(a) Proceeds of the fees imposed pursuant to Chapter 4
40	(commencing with Section 5220).

SB 736 —4—

1	(b) Proceeds of any penalties that may be assessed pursuant to
2	Section 5233.
3	5242. Money in the fund is available for expenditure, upon
4	appropriation by the Legislature, for the following purposes:
5	(a)
6	(b)
7	
8	Chapter 7. Sovereign Immunity
9	
10	5250

O